



Agenda Item:

049

COUNCIL COMMUNICATION City Manager's Office

GENERAL INFORMATION

Agenda Date: 06/07/04

Communication

No.: 04-262

Agenda Item Type: Resolution

Roll Call

No.:

Submitted by: Eric Anderson, City Manager

SUBJECT—

Reprogramming of prior years Community Development Block Grant (CDBG) funds and allocation of additional 2004 Consolidated Plan funding.

SYNOPSIS—

City Council approval to carry over unspent CDBG funds to the 2005 Program Year (PY) and allocate additional 2004 Home Investment Partnerships (HOME) Program and Emergency Shelter Grant (ESG) funds.

FISCAL IMPACT—

Carry over \$97,199 of unspent CDBG funds to supplement the PY 2005 Consolidated Plan and allocate additional 2004 HOME and ESG funds to three (3) current projects.

RECOMMENDATION—

Approval.

BACKGROUND—

The following is a list of CDBG projects, which have unspent funds from the 2001 & 2003 Program Years:

Project	Amount
2001 NCS Grandshire Plumbing Hook-ups	9,277
2003 Sec.108 Loan Repayment	5,468
2003 Public Works Cleanups	95,946

Because of the very real likelihood of reduced federal funding in 2005, the Neighborhood Revitalization Board (NRB), at their meeting on April 7, 2004 recommended that these funds be retained and be used to supplement the PY 2005 project allocations.

In addition to the \$108,000 of added CDBG funding for 2004, the City also received \$39,160 more in HOME and \$9,421 more in ESG funding than was estimated in August 2003. At the April 7 meeting the NRB recommended that the HOME funds be added to the NCS New Construction component. The NRB also recommended that \$6,000 of the additional ESG money be allocated to IHYC – Reggie's Place. IHYC did not understand that they could request to carry over the \$6,552 in unspent 2003 funds that resulted from a mid-year start-up. This allocation would replace the amount reprogrammed. They also recommended that the remaining \$3,421 be allocated to the New Directions Shelter to help ensure that the program continues. The agency has taken steps to refinance the facility at a lower rate and appears to be committed to continuing this needed program for homeless women and children.